MINISTRY OF SOCIAL SERVICES

VALLEY VIEW CENTRE RESIDENTS' TRUST ACCOUNT

FINANCIAL STATEMENTS

For the year ended March 31, 2016

PROVINCIAL AUDITOR
of Saskatchewan

INDEPENDENT AUDITOR'S REPORT

To: The Members of the Legislative Assembly of Saskatchewan

I have audited the accompanying financial statements of the Valley View Centre Residents' Trust Account, which comprise the statement of financial position as at March 31, 2016, and the statement of changes in trust equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards for Treasury Board's approval, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Valley View Centre Residents' Trust Account as at March 31, 2016, and the results of its operations for the year then ended in accordance with Canadian public sector accounting standards.

Judy Ferguson

Regina, Saskatchewan
June 17, 2016

Judy Ferguson, FCPA, FCA
Provincial Auditor

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MINISTRY OF SOCIAL SERVICES
VALLEY VIEW CENTRE RESIDENTS' TRUST ACCOUNT
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31

	2016	2015
Financial Assets		
Due from General Revenue Fund (Note 4)	$ 720,291	$ 672,395
Accounts Receivable	53,067	8,775
Interest Receivable (Note 4)	1,135	1,359
Total assets	$ 774,493	$ 682,529
Liabilities		
Accounts payable	$ 89,991	$ 4,621
Trust Equity (Statement 2)	$ 684,502	$ 677,908

(See accompanying notes to the financial statements)

MINISTRY OF SOCIAL SERVICES
VALLEY VIEW CENTRE RESIDENTS' TRUST ACCOUNT
CHANGES IN TRUST EQUITY
FOR THE YEAR ENDED MARCH 31

	2016	2015
Changes in trust equity:		
Received on behalf of residents	$ 925,700	$ 902,086
Payments on behalf of residents	(882,482)	(852,565)
Interest revenue	4,678	6,292
Decrease in interest receivable	(224)	(139)
(Increase) Decrease in accounts payable	(85,370)	25,847
Increase (Decrease) in accounts receivable	44,292	(33,683)
Net increase in trust equity	6,594	47,838
Trust equity, beginning of year	$ 677,908	$ 630,070
Trust equity, end of year (Statement 1)	$ 684,502	$ 677,908

(See accompanying notes to the financial statements)

MINISTRY OF SOCIAL SERVICES
VALLEY VIEW CENTRE RESIDENTS' TRUST ACCOUNT
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2016

1. Authority and purpose

The Valley View Centre (Centre) is a residential facility for people with intellectual disabilities. The Centre is operated by the Ministry of Social Services. The Centre's Residents' Trust Account (Trust Account) was established under Section 13 of *The Social Services Administration Act.* The Social Services Rehabilitation Institutional Collective Benefit Funds and Trust Account Regulations regulate the Trust Account.

The Trust Account is used to hold, in trust, money belonging to the residents of the Centre. It contains a separate account for each resident which provides a record of that resident's transactions.

2. Significant accounting policies

These financial statements are prepared in accordance with Canadian public sector accounting standards published by CPA Canada. A cash flow statement has not been presented since the cash flow information is readily apparent from the other financial statements.

Receipt and payment of trusts

Money belonging to the residents are recorded in residents' accounts when received or paid on their behalf. Monies such as Old Age Security and Guaranteed Income Supplement are held in trust on behalf of residents. The Centre is charged with making payments from the trust account for various purposes, such as maintenance fees and cash advances to residents.

Accrual basis

The financial statements are prepared on the accrual basis of accounting.

Interest earned

Interest revenue consists of interest earned on resident balances and is credited to the residents' accounts when received or receivable.

Use of estimates

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

3. Financial instruments

The Trust Account's financial instruments include due from General Revenue Fund, accounts receivable, interest receivable and accounts payable. The carrying value of these instruments approximates fair value due to their immediate or short-term nature. There are no significant terms and conditions related to the financial instruments that may affect the amount, timing and certainty of future cash flows.

4. Due from General Revenue Fund

The bank account for the Trust Account is included in the Consolidated Offset Bank Concentration arrangement for the Government of Saskatchewan.

Interest earned is calculated and paid by the General Revenue Fund on a quarterly basis into the Trust Account's bank account using the Government's 30 day borrowing rate and the average daily bank account balance. The Government's average 30 day borrowing rate for the year is 0.60% (2015 – 0.92%).

5. Related party transactions

In accordance with established government practice, the Trust Account has not been charged with any general administrative costs and no provision for such costs is reflected in these statements. These costs are absorbed by the Ministry of Social Services.